GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR
LOK SABHA

UNSTARRED QUESTION NO:6853
ANSWERED ON:10.05.2000
ROLE OF NATIONAL SMALL INDUSTRIES CORPORATION
UMMAREDDY VENKATESWARLU

Will the Minister of SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR be pleased to state:

(a) the present role of the National Small Industries Corporation (NSIC);

(b) whether there is a proposal to modify the role of NSIC;

(c) whether NSIC has decided to finance the small scale industries units; and

(d) if so, the details thereof?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF SMALL SCALE INDUSTRIES AND AGF RURAL INDUSTRIES

(SMT. VASUNDHARA RAJE)

(a) The NSIC, inter-alia, provides assistance to the small scale sector in the following areas:-

- Supply of both imported and indigenous machines on easy Hire Purchase terms.
- Marketing of small industries goods and services in domestic and international markets.
- Identification of competent and capable small scale units for facilitating their participation in the Government Stores Purchase Programme.
- Making available indigenous and imported Raw Material to the small scale industrial units.
- Undertake Bill Financing and organise export credit.
- Arrange training in both conventional and modern technical trades through its Technical Services Centres.
- Organise common facilities for the neighbourhood small scale units through Technical Services Centre.
- Assist other developing countries in Asia, Africa and Latin America for the growth of small industries.

(b): NSIC is expected to play a role in marketing branded goods under a consortium approach.

(c) & (d): NSIC is already financing the small scale industrial units by providing machinery and equipment on Hire Purchase and Lease terms and also has been extending finances on short term basis for procurement of Raw Material. It also arranges financing of Bills as well as export credit.